

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF PEAKS MILL WATER DISTRICT	}	CASE NO. 90-420
--	---	-----------------

O R D E R

On December 19, 1990, Peaks Mill Water District ("Peaks Mill") filed its revised tariff with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure, KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the evidence of record and being sufficiently advised, finds:

1. Peaks Mill's supplier, Frankfort Electric and Water Plant Board ("Frankfort"), increased its rates for wholesale water from 80 cents to 90 cents per 1,000 gallons effective with the water bill due October 15, 1990.

2. Peaks Mill proposes to increase the rates to its customers January 1, 1991.

3. During the 12 months ending September 30, 1990, Peaks Mill purchased 58,428,000 gallons of water and sold 45,039,000 gallons.

4. Peaks Mill's calculations are correct and show an increase in purchased water costs of \$5,843, resulting in a purchased water adjustment of 13 cents per 1,000 gallons.

5. The purchased water adjustment of 13 cents per 1,000 gallons and the rates shown in Appendix A, attached hereto and incorporated herein, are fair, just and reasonable and should be approved.

6. The tariff sheet and rates proposed by Peaks Mill should be denied in that the effective date is incorrect, and the tariff is not signed by the utility officer authorized to issue the tariff.

IT IS THEREFORE ORDERED that:

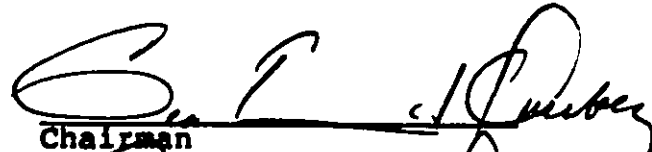
1. The tariff sheet filed by Peaks Mill is hereby denied.

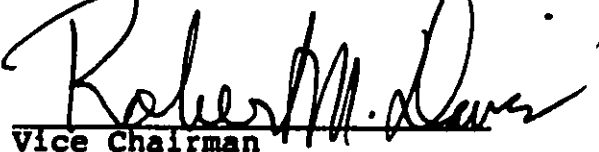
2. The purchased water adjustment of 13 cents per 1,000 gallons and the rates in Appendix A are hereby approved for services rendered on and after January 1, 1991.

3. Within 30 days of the date of this Order, Peaks Mill shall file a revised tariff, signed by the appropriate utility officer, setting out the rates approved herein and the correct effective date.

Done at Frankfort, Kentucky, this 2nd day of January, 1991.

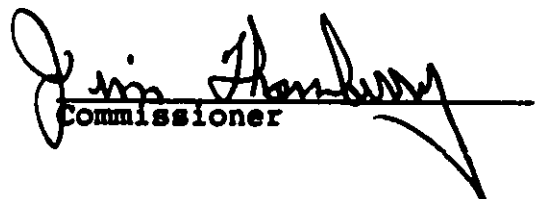
PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman

ATTEST:


Executive Director


Commissioner

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 90-420 DATED 1/02/91

The following rates and charges are prescribed for the customers in the area served by Peaks Mill Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Residential

Rates: Monthly

First 2,000 gallons	\$ 8.06 Minimum Bill
Next 1,000 gallons	3.73 per 1,000 gallons
Next 2,000 gallons	3.13 per 1,000 gallons
Next 5,000 gallons	1.93 per 1,000 gallons
Over 10,000 gallons	1.33 per 1,000 gallons

Commercial

First 113,000 gallons	\$164.69 Minimum Bill
Over 113,000 gallons	1.33 per 1,000 gallons